

QP CODE

Enrollment Number:

T6041

Name:

BBA DEGREE EXAMINATIONS, MAY 2024

First Semester

B.B.A

B21BB02DC – Accounting for Managers

(2023 July Admissions)

Time: 3 Hours

Max Marks: 70

Section A

Answer any ten of the following questions in a word or sentence each. Each question carries 1 mark.

1. Define accounting.
2. What is debt equity ratio?
3. What is meant by assets?
4. What do you mean by fund from operation?
5. Who is a creditor?
6. What is meant by cash flow statement?
7. What do you mean by marginal costing?
8. What is meant by financial statement?
9. What is dividend?
10. Mention break-even point.
11. What is balance sheet?
12. Mention debtors turnover ratio.
13. What is meant by current liability?
14. What is cost control?
15. What is acid test ratio?

(1X10=10)

Section B

Answer any five of the following questions in two or three sentences each. Each question carries 2 marks.

16. What is meant by trial balance?

17. What is cost accounting?
18. What is preference shares?
19. What is meant by posting?
20. Differentiate current asset from fixed asset.
21. What is variable cost?
22. What is meant by outstanding expense?
23. Give any two advantages of ratio analysis.
24. What are the two methods of preparing cash from operation?
25. Calculate net profit ratio.

Net profit Rs.24000, Net sales Rs.200000

(2X5=10)

Section C

Answer any four of the following questions in one page each. Each question carries 5 marks.

26. Explain classification of accounts based on American approach.
27. Prepare trading account from the following data

Opening stock	10000
Purchases	120000
Factory expenses	10000
Sales	225000
Return inwards	7000
Return outwards	4000
Carriage on purchase	8000
Closing stock	35000

28. Differentiate management accounting from cost accounting
29. Journalise the following

1/4/2023	Commenced business	Rs. 500000
20/4/2023	Goods purchased	Rs. 100000
15/5/2023	Received interest	Rs. 25000
26/10/2023	Sold goods for cash	Rs. 220000
30/10/2023	Paid salary	Rs. 40000

30. Write a note on classification of solvency ratio.
31. Explain the situation in where marginal cost can be applied.
32. Explain the significance of cash flow statement.
33. Explain different classification of errors.

(5X4=20)

Section D

Answer any two of the following questions in three pages each. Each question carries 15 marks.

34. Write a detailed note on different types of subsidiary books.
35. What is fund flow statement? Write a detailed note on statements of fund flow statement.
36. From the following Trial Balance prepare Trading and Profit and Loss account and Balance Sheet as on 31st March 2023.

Particulars	Dr. (Rs.)	Cr. (Rs.)
Stock on 1 st April 2022	66000	
Capital		150000
Purchase	360000	
Salaries	45000	
Wages	78000	
Bills payable		12000
General expense	9600	
Sundry expenses	1200	
Insurance	2100	
Bills receivable	9000	
Rent	4800	
Debtors	60000	
Sales		564000
Cash in hand	12300	
Machinery	90000	
Creditors		33000
Drawings	18000	
Returns	6000	3000
	762000	762000

Adjustments:

1. Salaries outstanding Rs. 3000
2. Insurance prepaid Rs. 300
3. Rent prepaid Rs. 600
4. Stock on 31st March 2023, Rs. 99000

37. Following is the balance sheet of Ramu & Co.

Balance Sheet as on 31.12.2023

Liabilities	Amount	Assets	Amount
Equity share	50000	Fixed asset	100000
8% preference share	25000	Stock	37500
15% debentures	25000	Debtors	12500
Reserves & surplus	25000	Cash	25000
Long term loan	12500		
Creditors	25000		
Bills payable	12500		
	<u>175000</u>		<u>175000</u>

Calculate:

1. Current ratio
2. Quick ratio
3. Debt-equity ratio
4. Capital gearing ratio

(15X2=30)